

Short-term Financing Available for Public School Academies



MPEFA

In 2003, the Michigan Public Educational Facilities Authority (MPEFA) established a new **low-cost, short-term financing option for Public School Academies (PSA)**. MPEFA's newest annual program, the State Aid Note (SAN) Program for PSAs, offers a **simplified borrowing process** for PSAs to fund short-term cash flow needs for operating purposes.

This loan program was designed specifically for Michigan PSAs by people who understand their specialized needs.

The August 2003 State Aid Note Program for Public School Academies assisted **fourteen PSAs which borrowed \$14,750,000**. Individual PSA SANs ranged from \$150,000 to \$6,500,000. **Their interest rate, including fees*, was 3.25%.**

*Excludes PSA's Local Counsel fees

SAN for Public School Academies 2004 Timeline:

Application available
March 5, 2004

Application Deadline
June 23, 2004

Funds Dispersed/Closing
August 20, 2004

Payments
October 2004-July 2005

**For more information
regarding MPEFA
programs:**

**www.MPEFA.org
Treas_MPEFA@michigan.gov
517-373-3199**